

U.S. Treaties

TURKEY

Finance: Consolidation and Rescheduling of Certain Debts

TIAS 10131

33 U.S.T. 1545

March 27, 1981, Date-Signed

March 27, 1981, Date-In-Force

STATUS:

[*1] Agreement signed at Ankara March 27, 1981;
Entered into force March 27, 1981.

AGREEMENT BETWEEN THE UNITED STATES OF AMERICA AND THE REPUBLIC OF TURKEY
REGARDING THE CONSOLIDATION AND RESCHEDULING OF PAYMENTS DUE UNDER P.L. 480
TITLE I n1 AGRICULTURAL COMMODITY AGREEMENTS

n1 68 Stat. 455; 7 U.S.C. § 1701 et seq.

TEXT:

(1) Reference is made to the Agreements Between The United States of America and The Republic of Turkey identified in Annexes A, D and G attached to this Memorandum of Agreement and hereinafter referred to as "P.L. 480 Agreements." Reference is made also to the Agreement Between The United States of America and The Republic of Turkey Regarding the Consolidation and Rescheduling of Certain Debts Owed to, Guaranteed or Insured by The United States Government or Its Agencies signed in Ankara, Turkey, on October 24, 1980, n2 and to the Understanding reached by certain creditor nations of The Republic of Turkey on July 23, 1980, and agreed to by The Republic of Turkey, wherein agreement was reached on the

consolidation and rescheduling of repayments under the P.L. 480 Agreements.

----- Footnotes -----

n2 TIAS 9909; 32 UST 3674.

----- End Footnotes----- [*2]

(2) In accordance with the Agreement dated October 24, 1980, and the Understanding reached on July 23, 1980, cited above, it is agreed that dollar principal and interest obligations with respect to contracts having an original maturity of more than one year not previously rescheduled and due between July 1, 1980, and June 30, 1981, referred to hereafter as the "Consolidation Period" shall be repaid as follows:

(a) Principal and interest in the amount of \$ 1,381,784.59 which consists of 90 percent of the payments not previously rescheduled and due during the Consolidation Period as listed in Annex A, shall be repaid in ten equal semi-annual installments on January 2 and July 1 with the first payment due on January 2, 1986, and the last payment due on July 1, 1990, as shown in Annex B. Interest on the outstanding balance shall accrue at the rate of 3.0 percent per annum beginning on the first day after the due dates under the original agreements, and shall be due and payable beginning on January 2, 1981, and semi-annually thereafter on July 1 and January 2 with the last payment due on July 1, 1990, as shown in Annex B.

(b) Principal and interest in the amount of \$ 153,531.62 which consists [*3] of 10 percent of the principal and interest payments not previously rescheduled and due during the Consolidation Period listed in Annex A, shall be repaid in five equal annual installments on July 1 with the first payment due on July 1, 1981, and the last payment due on July 1, 1985, as shown in Annex C. Interest on the outstanding balance shall accrue at the rate of 3.0 percent per annum beginning on the first day after the due dates under the original agreements, and shall be due and payable beginning on January 2, 1981, and semi-annually thereafter on July 1 and January 2 with the last payment due on July 1, 1985, as shown in Annex C.

(3) In accordance with the Agreement dated October 24, 1980, and the Understanding reached on July 23, 1980, cited above, it is agreed that dollar principal and interest obligations previously rescheduled which were due and unpaid as of June 30, 1980, or which will fall due during the Consolidation Period shall be repaid as follows:

(a) Principal and interest in the amount of \$ 202,475.43 which consists of 90 percent of the payments previously rescheduled and due and unpaid as of June 30, 1980, as listed in Annex D, shall be repaid in eight equal [*4] semi-annual installments on July 1 and January 2 with the first payment due on July 1, 1984, and the last payment due on January 2, 1988, as shown in Annex E. Interest on the outstanding balance shall accrue at the rate of 3 percent per annum beginning on the first day after the due dates under the rescheduled agreements, and shall be due and payable beginning on January 2, 1981, and semi-annually thereafter on July 1 and January 2 with the last payment due on January 2, 1988, as shown in Annex E.

(b) Principal and interest in the amount of \$ 22,497.27 which consists of 10 percent of the payments previously rescheduled and due and unpaid as of June 30, 1980, as listed in Annex D, shall be repaid in 4 equal annual installments on January 2 with the first payment due on January 2, 1981, and the last payment

due on January 2, 1984, as shown in Annex F. Interest on the balance shall accrue at the rate of 3 percent per annum beginning on the first day after the due dates under the rescheduled agreements, and shall be due and payable beginning on January 2, 1981, and semi-annually thereafter on July 1 and January 2 with the last payment due on January 2, 1984, as shown in Annex F.

(c) Principal [*5] and interest in the amount of \$ 209,065.76 which consists of 90 percent of the payments previously rescheduled and due during the Consolidation Period as listed in Annex G, shall be repaid in 8 equal semi-annual installments on January 2 and July 1 with the first payment due on January 2, 1985, and the last payment due on July 1, 1988, as shown in Annex H. Interest on the outstanding balance shall accrue at the rate of 3 percent per annum beginning on the first day after the due dates under the rescheduled agreements, and shall be due and payable beginning on January 2, 1981, and semi-annually thereafter on July 1 and January 2 with the last payment due on July 1, 1988, as shown in Annex H.

(d) Principal and interest in the amount of \$ 23,229.53 which consists of 10 percent of the payments previously rescheduled and due during the Consolidation Period, as listed in Annex G, shall be repaid in 4 annual installments on July 1 with the first payment due on July 1, 1981, and the last payment due on July 1, 1984, as shown in Annex I. Interest on the outstanding balance shall accrue at the rate of 3 percent per annum beginning on the first day after the due dates under the rescheduled agreements, [*6] and shall be due and payable beginning on January 2, 1981, and semi-annually thereafter on July 1 and January 2 with the last payment due on July 1, 1984, as shown in Annex I.

(4) Additional interest at the rate of 3 percent per annum shall accrue to the benefit of the United States of America on any past due unpaid amounts or unpaid portions of amounts as listed in Annexes B, C, E, F, H, and I. Application of payments or credits shall be first to any interest due, with any balance to the principal installment due.

(5) To the extent not amended herein, the terms and conditions of the P.L. 480 Agreements shall remain in full force and effect.

(6) DONE at Ankara, Turkey, in duplicate this 27th day of March, 1981.

SIGNATORIES:

TUNC BILGET
FOR THE REPUBLIC OF TURKEY

JAMES W. SPAIN
FOR THE UNITED STATES OF AMERICA

APPENDICES:

ANNEX A

SCHEDULE OF CERTAIN AMOUNTS DUE THE UNITED STATES OF AMERICA DURING THE PERIOD JULY 1, 1980 AND JUNE 30, 1981 UNDER PL 480 TITLE I AGREEMENTS WITH THE REPUBLIC OF TURKEY SHOWING THE AMOUNT OF CONSOLIDATED AND NON-CONSOLIDATED DEBT

Original Agreement Date and Delivery Year)	Payment Due Date	Amount Due	
		Principal	Interest
3-16-70 (70)	07-08-80	\$ 247,559.35	\$ 153,486.80
1-29-71 (71)	07-15-80	0	436,006.38
2-06-69 (69)	09-30-80	367,507.20	330,756.48
Total		\$ 615,066.55	\$ 920,249.66

[*7]

Original Agreement Date and Delivery Year)	Total	Consolidated	Non-
		Debt (90%)	Consolidated Debt (10%)
3-16-70 (70)	\$ 401,046.15	\$ 360,941.54	\$ 40,104.61
1-29-71 (71)	436,006.38	392,405.74	43,600.64
2-06-69 (69)	698,263.68	628,437.31	69,826.37
Total	\$ 1,535,316.21	\$ 1,381,784.59	\$ 153,531.62

ANNEX B

UNITED STATES DEPARTMENT OF AGRICULTURE COMMODITY CREDIT CORPORATION
CONSOLIDATION AND RESCHEDULING AGREEMENT WITH THE REPUBLIC OF TURKEY
REPAYMENT SCHEDULE FOR PL 480 CONSOLIDATED DEBT DUE DURING THE PERIOD JULY 1,
1980, AND JUNE 30, 1981, UNDER PL 480 TITLE I AGREEMENTS

REPAYMENT TERMS

INTEREST: 3 PERCENT PER ANNUM PRINCIPAL: 10 EQUAL SEMI-ANNUAL INSTALLMENTS

Installment Due Date	Balance Outstanding	Amount Due		
		Principal	Interest	Total
01-02-81	\$ 1,381,784.59	\$ 0	\$ 15,651.12	\$ 15,651.12
07-01-81	1,381,784.59	0	20,422.84	20,442.84
01-02-82	1,381,784.59	0	21,010.70	21,010.70
07-01-82	1,381,784.59	0	20,442.84	20,442.84
01-02-83	1,381,784.59	0	21,010.70	21,010.70

07-01-83	1,381,784.59	0	20,442.84	20,442.84
01-02-84	1,381,784.59	0	21,010.70	21,010.70
07-01-84	1,381,784.59	0	20,442.84	20,442.84
01-02-85	1,381,784.59	0	21,010.70	21,010.70
07-01-85	1,381,784.59	0	20,442.84	20,442.84
01-02-86	1,381,784.59	138,178.46	21,010.70	159,189.16
07-01-86	1,243,606.13	138,178.46	18,398.56	156,577.02
01-02-87	1,105,427.67	138,178.46	16,808.56	154,987.02
07-01-87	967,249.21	138,178.46	14,309.99	152,488.45
01-02-88	829,070.75	138,178.46	12,606.42	150,784.88
07-01-88	690,892.29	138,178.46	10,221.42	148,399.88
01-02-89	552,713.83	138,178.46	8,404.28	146,582.74
07-01-89	414,535.37	138,178.46	6,132.85	144,311.31
01-02-90	276,356.91	138,178.46	4,202.14	142,380.60
07-01-90	138,178.45	138,178.45	2,044.28	140,222.73

Totals

\$ 1,381,784.59

\$ 316,047.32

\$ 1,697,831.91

[*8]

ANNEX C

UNITED STATES DEPARTMENT OF AGRICULTURE COMMODITY CREDIT CORPORATION
CONSOLIDATION AND RESCHEDULING AGREEMENT WITH THE REPUBLIC OF TURKEY
REPAYMENT SCHEDULE FOR PL 480 NON-CONSOLIDATED DEBT DUE DURING THE PERIOD
JULY 1, 1980, AND JUNE 30, 1981, UNDER PL 480 TITLE I AGREEMENTS

REPAYMENT TERMS

INTEREST: 3 PERCENT PER ANNUM PRINCIPAL: 5 EQUAL ANNUAL INSTALLMENTS

Installment Due Date	Balance Outstanding	Amount Due		
		Principal	Interest	Total
01-02-81	\$ 153,531.62	\$ 0	\$ 1,739.02	\$ 1,739.02
07-01-81	153,531.62	30,706.32	2,271.43	32,977.75
01-02-82	122,825.30	0	1,867.62	1,867.62
07-01-82	122,825.30	30,706.32	1,817.14	32,523.46
01-02-83	92,118.98	0	1,400.71	1,400.71
07-01-83	92,118.98	30,706.32	1,362.86	32,069.18
01-02-84	61,412.66	0	933.81	933.81

07-01-84	61,412.66	30,706.32	908.5	31,614.89
01-02-85	30,706.34	0	466.90	466.90
07-01-85	30,706.34	30,706.34	454.29	31,160.63
TOTAL		\$ 153,531.62	\$ 13,222.35	\$ 166,753.97

ANNEX D

SCHEDULE OF CERTAIN AMOUNTS DUE THE UNITED STATES OF AMERICA PREVIOUSLY RESCHEDULED DEBT DUE AND UNPAID AS OF JUNE 30, 1980 UNDER PL 480 TITLE I AGREEMENTS [*9] WITH THE REPUBLIC OF TURKEY SHOWING THE AMOUNT OF CONSOLIDATED AND NON-CONSOLIDATED DEBT

Original Agreement Date and (Annex)	Payment Due Date	Amount Principal	Due Interest
12-05-78 (B)	06-30-79	\$ 0	\$ 8,827.36
12-05-78 (C)	06-30-79	40,867.38	1,655.13
12-05-78 (B)	12-31-79	0	8,827.36
12-05-78 (C)	12-31-79	40,867.38	1,103.42
04-22-80 (B)	01-02-80	0	10,292.15
04-22-80 (C)	04-01-80	59,242.74	3,043.32
12-05-78 (B)	06-30-80	0	8,827.36
12-05-78 (C)	06-30-80	40,867.39	551.71
Totals		\$ 181,844.89	\$ 43,127.81
Original Agreement Date and (Annex)	Total	Consolidated Debt (90%)	Non- Consolidated Debt (10%)
12-05-78 (B)	\$ 8,827.36	\$ 7,944.62	\$ 882.74
12-05-78 (C)	42,522.51	38,270.26	4,252.25
12-05-78 (B)	8,827.36	7,944.62	882.74
12-05-78 (C)	41,970.80	37,773.72	4,197.08
04-22-80 (B)	10,291.15	9,262.94	1,029.21
04-22-80 (C)	62,286.06	56,057.46	6,228.60
12-05-78 (B)	8,827.36	7,944.62	882.74
12-05-78 (C)	41,419.10	37,277.19	4,141.91
Totals	\$ 224,972.70	\$ 202,475.43	\$ 22,497.27

ANNEX E

UNITED STATES DEPARTMENT OF AGRICULTURE COMMODITY CREDIT CORPORATION
CONSOLIDATION AND [*10] RESCHEDULING AGREEMENT WITH THE REPUBLIC OF TURKEY
REPAYMENT SCHEDULE FOR PREVIOUSLY RESCHEDULED DEBT DUE AND UNPAID AS OF
JUNE 30, 1980, CONSOLIDATED DEBT

REPAYMENT TERMS

INTEREST: 3 PERCENT PER ANNUM PRINCIPAL: 8 EQUAL SEMI-ANNUAL INSTALLMENTS

Installment Due Date	Balance Outstanding	Amount Due		
		Principal	Interest	Total
01-02-81	\$ 202,475.43	\$ 0	\$ 5,712.90	\$ 5,712.90
07-01-81	202,475.43	0	2,995.53	2,995.53
01-02-82	202,475.43	0	3,078.74	3,078.74
07-01-82	202,475.43	0	2,995.53	2,995.53
01-02-83	202,475.43	0	3,078.74	3,078.74
07-01-83	202,475.43	0	2,995.53	2,995.53
01-02-84	202,475.43	0	3,078.74	3,078.74
07-01-84	202,475.43	25,309.43	2,995.53	28,304.96
01-02-85	177,166.00	25,309.43	2,693.89	28,003.32
07-01-85	151,856.57	25,309.43	2,246.65	27,556.08
01-02-86	126,547.14	25,309.43	1,924.21	27,233.64
07-01-86	101,237.71	25,309.43	1,497.76	26,807.19
01-02-87	75,928.28	25,309.43	1,154.53	26,463.96
07-01-87	50,618.85	25,309.43	748.88	26,058.31
01-02-88	25,309.42	25,309.42	384.84	25,694.26
Totals		\$ 202,475.43	\$ 37,582.00	\$ 240,057.43

ANNEX F

UNITED STATES [*11] DEPARTMENT OF AGRICULTURE COMMODITY CREDIT CORPORATION
CONSOLIDATION AND RESCHEDULING AGREEMENT WITH THE REPUBLIC OF TURKEY
REPAYMENT SCHEDULE FOR PREVIOUSLY RESCHEDULED DEBT DUE AND UNPAID AS OF
JUNE 30, 1980, NON-CONSOLIDATED DEBT

REPAYMENT TERMS

INTEREST: 3 PERCENT PER ANNUM PRINCIPAL: 4 EQUAL ANNUAL INSTALLMENTS

Installment	Balance	Amount Due			
		Due Date	Outstanding	Principal	Interest
01-02-81	\$ 22,497.27		\$ 5,624.32	\$ 634.78	\$ 6,259.10
07-01-81	16,872.95		0	249.63	249.63
01-02-82	16,872.95		5,624.32	256.56	5,880.88
07-01-82	11,248.63		0	166.42	166.42
01-02-83	11,248.63		5,624.32	171.04	5,795.36
07-01-83	5,624.31		0	83.21	83.21
01-02-84	5,624.31		5,624.31	85.52	5,709.83
Totals			\$ 22,497.27	\$ 1,647.16	\$ 24,144.43

ANNEX G

SCHEDULE OF CERTAIN AMOUNTS DUE THE UNITED STATES OF AMERICA PREVIOUSLY RESCHEDULED DEBT DUE DURING THE PERIOD JULY 1, 1980 AND JUNE 30, 1981 UNDER PL 480 TITLE AGREEMENTS WITH THE REPUBLIC OF TURKEY SHOWING THE AMOUNT OF CONSOLIDATED AND NON-CONSOLIDATED DEBT

Original Agreement	Payment	Amount Due		
		Date and (Annex)	Due Date	Principal
12-22-80 (B)	07-01-80		0	\$ 13,983.88
12-22-80 (C)	10-01-80		59,242.74	1,663.34
12-05-78 (B)	12-31-80		0	8,827.36
4-22-80 (B)	01-02-81		0	14,292.92
4-22-80 (C)	04-01-81		59,242.75	827.13
12-05-78 (B)	06-30-81		65,387.81	8,827.36
Totals			\$ 183,873.30	\$ 48,421.99

[*12]

Original Agreement	Total	Consolidated	Non-Consoli-
			dated Debt
Date and (Annex)		Debt (90%)	(10%)
12-22-80 (B)	\$ 13,983.88	\$ 12,585.49	\$ 1,398.39
12-22-80 (C)	60,906.08	54,815.47	6,090.61
12-05-78 (B)	8,827.36	7,944.62	882.74

4-22-80 (B)	14,292.92	12,863.63	1,429.29
4-22-80 (C)	60,069.88	54,062.89	6,006.99
12-05-78 (B)	74,215.17	66,793.66	7,421.51
Totals	\$ 232,295.29	\$ 209,065.76	\$ 23,229.53

ANNEX H

UNITED STATES DEPARTMENT OF AGRICULTURE COMMODITY CREDIT CORPORATION
CONSOLIDATION AND RESCHEDULING AGREEMENT WITH THE REPUBLIC OF TURKEY
REPAYMENT SCHEDULE FOR PL 480 CONSOLIDATED DEBT PREVIOUSLY RESCHEDULED
DEBT DUE DURING THE PERIOD JULY 1, 1980 AND JUNE 30, 1981

REPAYMENT TERMS

INTEREST: 3 PERCENT PER ANNUM PRINCIPAL: 8 EQUAL SEMI-ANNUAL INSTALLMENTS

Installment Due Date	Balance		Interest	Total
	Outstanding	Principal		
01-02-81	\$ 209,065.76	\$ 0	\$ 611.68	\$ 611.68
07-01-81	209,065.76	0	1,714.87	1,714.87
01-02-82	209,065.76	0	3,178.95	3,178.95
07-01-82	209,065.76	0	3,093.03	3,093.03
01-02-83	209,065.76	0	3,178.95	3,178.95
07-01-83	209,065.76	0	3,093.03	3,093.03
01-02-84	209,065.76	0	3,178.95	3,178.95
07-01-84	209,065.76	0	3,093.03	3,093.03
01-02-85	209,065.76	26,133.22	3,178.95	29,312.17
07-01-85	182,932.54	26,133.22	2,706.40	28,839.62
01-02-86	156,799.32	26,133.22	2,384.21	28,517.43
07-01-86	130,666.10	26,133.22	1,933.14	28,066.36
01-02-87	104,532.88	26,133.22	1,589.47	27,722.69
07-01-87	78,399.66	26,133.22	1,159.89	27,293.11
01-02-88	52,266.44	26,133.22	794.74	26,927.96
07-01-88	26,133.22	26,133.22	386.63	26,519.85
Totals		\$ 209,065.76	\$ 35,275.92	\$ 244,341.68

[*13]

ANNEX I

UNITED STATES DEPARTMENT OF AGRICULTURE COMMODITY CREDIT CORPORATION
 CONSOLIDATION AND RESCHEDULING AGREEMENT WITH THE REPUBLIC OF TURKEY
 REPAYMENT SCHEDULE FOR PL 480 NON-CONSOLIDATED DEBT PREVIOUSLY RESCHEDULED
 DEBT DUE DURING THE PERIOD JULY 1, 1980 AND JUNE 30, 1981

REPAYMENT TERMS

INTEREST: 3 PERCENT PER ANNUM PRINCIPAL: 4 EQUAL ANNUAL INSTALLMENTS

Installment	Balance	Amount Due		
		Outstanding	Principal	Interest
01-02-81	\$ 23,229.53	\$ 0	\$ 67.97	\$ 67.97
07-01-81	23,229.53	5,807.38	190.55	5,997.93
01-02-82	17,422.15	0	264.91	264.91
07-01-82	17,422.15	5,807.38	257.75	6,065.13
01-02-83	11,614.77	0	176.61	176.61
07-01-83	11,614.77	5,807.38	171.83	5,979.21
01-02-84	5,807.39	0	88.30	88.30
07-01-84	5,807.39	5,807.39	85.92	5,893.31
Total		\$ 23,229.53	\$ 1,303.84	\$ 24,533.37